

INTRODUCED _____
PUBLIC HEARING _____
COUNCIL ACTION _____
EXEC. ACTION _____
EFFECTIVE DATE _____

County Council Of Howard County, Maryland

2008 Legislative Session

Legislative Day No. 7

Bill No. 45-2008

Introduced by: The Chairperson at the request of the County Executive

AN ACT to authorize and empower Howard County, Maryland, to borrow up to \$27,000,000 on its full faith and credit, and issue and sell its bonds therefor, to be used to pay costs of Capital Project No. E-1005 (Mt. Hebron High School Renovation), as more particularly described in the County's 2009 Capital Budget, and to pay costs of issuance of such bonds; authorizing and empowering the County to issue bond anticipation notes or to enter into installment purchase agreements for payment of portions of such costs; and to levy taxes upon the assessable property within the County sufficient, together with other available funds, to pay the debt service on such obligations; and providing for and determining various matters in connection therewith.

Introduced and read first time _____, 2008. Ordered posted and hearing scheduled.

By order _____
Sheila M. Tolliver, Administrator

Having been posted and notice of time & place of hearing & title of Bill having been published according to Charter, the Bill was read for a second time at a public hearing on _____, 2008.

By order _____
Sheila M. Tolliver, Administrator

This Bill was read the third time on _____, 2008 and Passed ____, Passed with amendments _____, Failed _____.

By order _____
Sheila M. Tolliver, Administrator

Sealed with the County Seal and presented to the County Executive for approval this __ day of _____, 2008 at __ a.m./p.m.

By order _____
Sheila M. Tolliver, Administrator

Approved by the County Executive _____, 2008

Ken Ulman, County Executive

NOTE: [[text in brackets]] indicates deletions from existing law; TEXT IN ALL CAPITALS indicates additions to existing law; Strike-out indicates material deleted by amendment; Underlining indicates material added by amendment.

1 **Recitals**

2 As a part of the Capital Budget for the fiscal year ending June 30, 2009, it is necessary that Howard
3 County, Maryland borrow a sum not exceeding \$27,000,000, to be used for Capital Project No. E-1005 (Mt.
4 Hebron High School Renovation), as more particularly described in the County's Capital Budget for the
5 fiscal year ending June 30, 2009, which is more particularly described in Appendix A to this bond enabling
6 law and for payment of costs of issuance of any obligations issued to evidence such borrowing.

7 **Now therefore, in accordance with the provisions of Article VI of the Charter of Howard**
8 **County:**

9 **Section 1. Be it enacted by the County Council of Howard County, Maryland,** That Howard
10 County, Maryland (the "County"), is hereby authorized and empowered to borrow on its full faith and credit,
11 and issue and sell its bonds therefor, at one time or from time to time, an amount not exceeding
12 \$27,000,000, the proceeds thereof to be used for Capital Project No. E-1005 (Mt. Hebron High School
13 Renovation) (the "Project") as more particularly specified and described in Appendix A hereto and in the
14 County's Capital Budget for the fiscal year ending June 30, 2009; including for the Project, without
15 limitation, the cost of planning, design, construction, reconstruction, furnishing, equipping, improvements,
16 renovations, remodeling, enlargements, engineering services, architects services, surveys, landscaping, site
17 development, evaluation studies, land acquisition and related items, appurtenances and incidental activities.
18 The Project is more specifically identified and described in Appendix A hereto.

19 Proceeds of any bonds authorized by this Act may also be used to pay costs of issuance of such
20 bonds.

21 **Section 2. And be it further enacted by the County Council of Howard County, Maryland,**
22 That, pursuant to and in accordance with Article 31, Section 12 of the Annotated Code of Maryland, as
23 amended, the County is also authorized to issue bond anticipation notes in anticipation of the issuance of the
24 bonds authorized by this Act and described in Section 1 hereof, and all references to "bonds" or
25 "obligations" shall include such bond anticipation notes, unless the context clearly requires a contrary

1 meaning. It is intended that the aggregate principal amount of issued and outstanding bond anticipation
2 notes when added to the aggregate principal amount of issued and outstanding bonds in anticipation of
3 which such notes were issued, shall not exceed the aggregate principal amount set forth in Section 1 of this
4 Act at any time. The County will agree in each ordinance described in Section 4 of this Act relating to any
5 notes issued pursuant to this Act to pay such notes and the interest and premium, if any, thereon from the
6 proceeds of the bonds in anticipation of the sale of which such notes are issued, and the County will agree to
7 issue such bonds when, and as soon as, the reason for deferring their issuance no longer exists.

8 **Section 3. And be it further enacted by the County Council of Howard County, Maryland,**

9 That, in connection with the acquisition of real property as part of the Project, the County may incur all or
10 any portion of the indebtedness authorized by this Act for such acquisition by entering into an installment
11 purchase agreement pursuant to and in accordance with Section 4.201A of the Howard County Code
12 ("Section 4.201A") or any successor provisions of law in lieu of issuing bonds for such acquisition. The
13 principal amount of any such installment purchase agreement shall not exceed the lesser of (a) the maximum
14 principal amount permitted by Section 4.201A or (b) the portion of the amount to be borrowed for such
15 Project (as set forth in Section 1 hereof) which relates to such acquisition. All references to "bonds" or
16 "obligations" in this Act shall include such installment purchase agreements, unless the context clearly
17 requires a contrary meaning.

18 **Section 4. And be it further enacted by the County Council of Howard County, Maryland,**

19 That the County Council of Howard County, by an ordinance or ordinances adopted from time to time in
20 accordance with Article VI of the Charter of Howard County and other applicable provisions of law, shall
21 provide for (a) the issuance and sale of, (b) the maximum principal amount, designation, form, tenor and
22 denomination or denominations of, (c) the dates of the first maturity (not more than two years after the date of
23 issue) and the last maturity (not more than 25 years after the date of issue) of, and (d) the interest rate or rates
24 per annum (or the method of determining such rate or rates) payable on, any bonds or other obligations issued

1 from time to time under this Act; and may by any such ordinance, or by separate resolution, provide that the
2 issue of bonds or other obligations hereby authorized be consolidated with one or more other issues.

3 **Section 5. And be it further enacted by the County Council of Howard County, Maryland,**

4 That for the purpose of paying the principal of and interest on such bonds or other obligations as the same
5 shall become payable, the County Council of Howard County shall levy annually ad valorem taxes upon the
6 assessable property in Howard County sufficient, together with other available funds, to pay the principal of
7 and interest on such bonds or other obligations until all of such bonds or other obligations shall mature and
8 be redeemed.

9 **Section 6. And be it further enacted by the County Council of Howard County, Maryland,**

10 That any bonds or other obligations issued from time to time under this Act are specifically exempt from the
11 provisions of Article 31, Sections 10 and 11 of the Annotated Code of Maryland, as amended, and any
12 successor provision of law.

13 **Section 7. And be it further enacted by the County Council of Howard County, Maryland,**

14 That all bonds or other obligations authorized hereby shall be issued within four years from the date this Act
15 becomes effective. Notwithstanding the foregoing, if bond anticipation notes are issued within such period
16 in accordance with Section 2 hereof and such notes have a final maturity date after such expiration date, the
17 bonds authorized hereby may be issued until the final maturity date of such notes.

18 **Section 8. And be it further enacted by the County Council of Howard County, Maryland,**

19 That the County anticipates that a portion of some or all of the costs of the Project may be paid prior to the
20 issuance of the bonds or other obligations authorized hereby. The amount of such costs so paid will depend
21 on various factors, including, without limitation, the timing and speed of progress on the Project, the
22 availability of other funds to pay such costs on an interim basis, bond and money market conditions and
23 compliance with federal and State laws and regulations.

1 Accordingly, the County reasonably expects to reimburse costs of the Project (as described herein)
2 with proceeds of the bonds or other obligations authorized hereby, such bonds or other obligations to be
3 issued by the County in the maximum principal amount of \$27,000,000.

4 **Section 9. And be it further enacted by the County Council of Howard County, Maryland,**

5 That this Act shall take effect sixty-one (61) days after its enactment.

School System Project

Project Description	Amount to be Borrowed
E1005 FY2007 MT HEBRON HIGH SCHOOL RENOVATION A project to renovate Mount Hebron High School.	\$27,000,000